Patricia M. French Senior Attorney



300 Friberg Parkway Westborough, Massachusetts 01581 (508) 836-7394 (508) 836-7039 (facsimile) pfrench@nisource.com

August 22, 2006

BY HAND DELIVERY AND E-FILE

Mary L. Cottrell, Secretary Department of Telecommunications and Energy One South Station Boston, MA 02110

Re: Bay State Gas Company, D.T.E. 06-31

Dear Ms. Cottrell:

Enclosed for filing, on behalf of Bay State Gas Company ("Bay State"), please find Bay State's response to the following Information Request:

DTE-BSG 1-14 (SUPPLEMENTAL)

Please do not hesitate to telephone me with any questions whatsoever.

Very truly yours,

Patricia M. French

cc: Paul Osborne (DTE)

A. John Sullivan (DTE)

Alexander Cochis, Assistant Attorney General (4 copies)

Charles Harak, Esq. (UWUA)

Nicole Horberg Decter, Esq. (USW)

Service List

COMMONWEALTH OF MASSACHUSETTS DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

RESPONSE OF BAY STATE GAS COMPANY TO THE FIRST SET OF INFORMATION REQUESTS FROM THE DTE D.T.E. 06-31

Date: August 22, 2006

Responsible: Stephen H. Bryant, President

SUPPLEMENTAL RESPONSE

DTE-BSG-1-14 Refer to

Refer to Exh. BSG-1, at 16, lines 19-20. Provide the exact number of "redundant staff" that were eliminated due to the NiSource acquisition of Columbia. Also, provide a corresponding list of the positions that were eliminated and the location of the employees that filled the redundant positions.

RESPONSE:

As the Department might expect, Bay State is unable to provide an exact number of "redundant staff," eliminated due to the NiSource acquisition of the Columbia Energy Group, or CEG.

By way of explanation, first, Bay State refers to its staffing requirements as filled by "full time equivalent" or FTE. The increase or reduction in such numbers corresponds to required staffing levels to provide safe and reliable utility service. Second. there is no one-for-one correlation of FTEs that could be called redundant because of the many reorganizations NiSource accepted as part of the challenges in taking multiple multi-state companies and reshaping them into a single corporation made of many regulated entities served by a single service company, NCSC. For example, the equivalent of the current Regulatory Accounting group, which assists in such matters as the compilation of gas cost and rate case filings, used to serve Bay State, as well as Northern's Maine Division and its New Hampshire Division prior to the NiSource and CEG merger. However, this group now serves NiSource's Energy Distribution Group, including Bay State, Northern's Maine Division, Northern's New Hampshire Division, Columbia Gas of Kentucky, Columbia Gas of Maryland, Columbia Gas of Pennsylvania and Columbia Gas of Virginia. As a result of this expanded and centralized responsibility, certain function previously located in Bay State's territory are now consolidated to one location within the NiSource organization. Most of the consolidations for redundancy took place in administrative and general (A&G) functions, such as Regulatory Accounting, General Accounting, Finance, Tax, etc. Most FTEs in NCSC are located in Columbus, Ohio.

Bay State Gas Company D.T.E. 06-31 DTE-BSG-1-14 Page 2 of 2

In addition, Bay State is still researching this request to ensure that no further analysis will yield a more complete answer. If further information is developed or discovered, Bay State will supplement this response when the information has been compiled.

SUPPLEMENTAL RESPONSE:

Please see Attachment DTE-BSG-1-14 SUPPLEMENT for a list of the positions associated with Bay State's full time non-union and union employees who left the Company between 2000 – 2004 due to position elimination, elected retirement and discharge. As explained above, it is very difficult for the Company to provide the exact number of "redundant staff" eliminated due to the NiSource acquisition of CEG, because the best source for employee records (i.e., PeopleSoft) does not include detailed reasons for position termination. For example, one position could have been eliminated due to redundancy, a second due to changes in organizational structure or a shift in business needs, and a third position might not have been filled after the employee retired.

However, Attachment DTE-BSG-1-14 SUPPLEMENT reflects a reasonable representation of the number of Bay State's full time positions "eliminated" due to both the centralization and reorganization of NiSource following both its acquisition of Bay State and CEG. As noted above, the location of the employees that filled the redundant positions during this period is mainly Columbus, Ohio, while certain other positions were consolidated in Merrillville, Indiana.

Positions of Employees of Bay State No Longer Employed by Reason, from 2000 to present

	Title	Supervising Department	Location	Effective Date	Comments	
NON BARGAINING UNIT EMPLOYEES						
_	Traffic Coordinator	Call Center	Springfield	12/11/2000	Discharge	
	Training Specialist	Call Center	Springfield	12/11/2000	Discharge	
	Sr System Programmer / Analyst	IT	Westborough	2/4/2000	Position Eliminated	
	Sr System Programmer / Analyst	IT	Westborough	2/4/2000	Position Eliminated	
	Director Marketing Sales	Sales Administration	Westborough	03/15/00	Position Eliminated	
	I/O Control Clerk	IT	Westborough	04/07/00	Position Eliminated	
	Production Coordinator	IT	Westborough	04/07/00	Position Eliminated	
	Mgr, Corporate Planning	Planning	Westborough	04/12/00	Position Eliminated	
	Sr VP Regulatory Rev Devl	Rev and Reg Development	Westborough	04/14/00	Position Eliminated	
	Controller	Accounting/Reporting	Westborough	04/28/00	Position Eliminated	
	Supv Training	HR	Westborough	05/12/00	Position Eliminated	
	HR Manager	HR	Brockton	5/22/2000	Position Eliminated	
	Chairman and CEO VP	Administration - Executive	Westborough	8/1/2000	Position Eliminated	
		Regulatory Affairs	Westborough	9/22/2000	Position Eliminated	
	Budget Assistant	Accounting/Reporting Financial Planning & Budgeting	Lawrence Westborough	12/11/2000 12/11/2000	Position Eliminated Position Eliminated	
	Analyst, Budget Sr. Financial Planner	Financial Planning & Budgeting	Westborough	12/11/2000	Position Eliminated	
	Supv, Computer Operations	IT Operations	Westborough	12/11/2000	Position Eliminated Position Eliminated	
	Mgr, System Services	IT Operations	Westborough	12/11/2000	Position Eliminated Position Eliminated	
	Analyst, Cash Mangement	Treasury	Westborough	12/11/2000	Position Eliminated Position Eliminated	
	Manager	Regulatory Affairs	Westborough	12/11/2000	Position Eliminated	
	Mgr, Comm & Govt	Public Affairs/Communications	Lawrence	12/11/2000	Position Eliminated	
	Communications Generalist	Public Affairs/Communications	Westborough	12/11/2000	Position Eliminated	
	Account Executive	Marketer Services	Brockton	12/11/2000	Position Eliminated	
	HR Manager	HR	Westborough	12/11/2000	Position Eliminated	
	Inspector	Customer Connect	Springfield	12/11/2000	Position Eliminated	
	Inspector	Customer Connect	Springfield	12/11/2000	Position Eliminated	
	Technical Trainer	EP&S	Lawrence	12/11/2000	Position Eliminated	
	Supv, Corrision	System Maintenance	Springfield	12/11/2000	Position Eliminated	
	Engineering Assistant	Engineering and Construction	Brockton	12/11/2000	Position Eliminated	
	Exec VP, CFO, Treasurer	Administration - Executive	Westborough	6/13/2000	Position Eliminated	
2001	Supv, Call Center	Call Center	Springfield	11/19/2001	Discharge	
	Mgr, Rev and Accounts	Gas Rev Accts	Westborough	6/30/2001	Position Eliminated	
	Computer Operator	IT BS Data Ctr	Westborough	10/26/2001	Position Eliminated Position Eliminated	
	Director Financial Perf Mgm		Westborough	3/31/2001	Position Eliminated	
	Cash Assistant	Accounting/Reporting Treasury	Westborough	6/29/2001	Position Eliminated Position Eliminated	
	Specialist, Regulatory Policy	Regulatory Affairs	Westborough	4/6/2001	Position Eliminated Position Eliminated	
	Mgr, Treasury	Treasury	Westborough	5/31/2001	Position Eliminated Position Eliminated	
	Revenue Accountant	Gas Rev Accts	Westborough	6/30/2001	Position Eliminated	
	Director Techical Operations	Technical Operations	Westborough	2/2/2001	Position Eliminated	
	Mgr, IT Services Delivery	IT BS Data Ctr	Westborough	7/9/2001	Position Eliminated	
	•		•			
	Analyst, Risk Ins Claims	Legal/Insurance	Westborough	3/31/2001	Position Eliminated	
	Ldr, Customer Choice Implementation	•	Westborough	1/15/2001	Position Eliminated	
	Benefits Assistant	HR	Westborough	4/1/2001	Position Eliminated	
	Computer Operator	IT BS Data Ctr	Westborough	7/26/2001	Position Eliminated	
	Revenue Accountant	Gas Rev Accts	Westborough	6/30/2001	Position Eliminated	
	Billing Rep	Bills and Inquiries	Lawrence	11/29/2001	Retirement	
2002						
2002	Supervisor Call Center	Call Center	Springfield	2002-12-20	Discharge	
	Supv, Service	Service	Brockton	2002-12-20	Elected Voluntary Retirement	
	Supv, Service	Service	Brockton	2002-08-01	Elected Voluntary Retirement	
	Manager Gas Operations	Gas Operations	Brockton	2002-09-01	Elected Voluntary Retirement	
	Supv. Distribution	Distribution	Brockton	2002-09-01	Elected Voluntary Retirement	
	Supv, Distribution	Distribution	Brockton	2002-10-01	Elected Voluntary Retirement	
	Supv, Service	Metering	Springfield	2002-01-02	Elected Voluntary Retirement	
	Supv, Service	Customer Service	Springfield	2002-08-01	Elected Voluntary Retirement	
	Supv, Metering	Field Collections	Springfield	2002-09-01	Elected Voluntary Retirement	
	Supv, Maps & Records	Distribution	Springfield	2002-12-01	Elected Voluntary Retirement	
	Non Key Account Representative	Sales Construction	Brockton	2002-01-01	Position Eliminated	
	Reporting Coordinator	Sales Construction	Brockton	2002-01-01	Position Eliminated	
	Non Key Account Representative	Sales Construction	Brockton	2002-01-01	Position Eliminated	

	Tialo	Companision Demontraces	Location	Effective Date	Comments
	Title Non Key Account Representative	Supervising Department Sales Construction	Location Brockton	Effective Date 2002-01-01	Comments Position Eliminated
	Non Key Account Representative	Sales Construction	Brockton	2002-01-01	Position Eliminated
	Supv, Distribution	Distribution	Brockton	2002-05-04	Position Eliminated
	Manager Customer Account Billi	Billing	Brockton	2002-08-15	Position Eliminated
	Manager Sales	Sales Administration	Brockton	2002-11-30	Position Eliminated
	Representative Sales Comm/Bldr	Sales Construction	Brockton	2002-11-30	Position Eliminated
	Supv, Distribution	Distribution	Springfield	2002-01-01	Position Eliminated
	Field Engineer	Engineering & Construction	Springfield	2002-01-01	Position Eliminated
	Non Key Account Representative	Sales Construction	Brockton	2002-01-01	Position Eliminated
	Assistant, HR-Non-Exempt	HR	Spingfield	2002-01-01	Position Eliminated
	Project Manager-Bus Devl	Sales Administration	Westborough	2002-01-01	Position Eliminated
	Reporting Manager	Reporting Operational Planning & Develop	Westborough	2002-01-01 2002-01-01	Position Eliminated Position Eliminated
	Project Manager-Oper Pln Manager Customer Systems Suppo	Ed Application Development	Westborough Westborough	2002-01-01	Position Eliminated Position Eliminated
	Analyst, Transportation	Transportation	Westborough	2002-01-01	Position Eliminated
	Director Operational Plng Dev	Operational Planning & Develop	Westborough	2002-01-01	Position Eliminated
	Analyst, Market Research	Sales Administration	Westborough	2002-01-01	Position Eliminated
	Project Manager-Bus Devl	Sales Administration	Westborough	2002-01-01	Position Eliminated
	Technical Trainer	Operational Planning & Develop	Westborough	2002-02-02	Position Eliminated
	Project Manager-Bus Devl	Sales Administration	Westborough	2002-02-19	Position Eliminated
	Manager Payroll	Payroll	Westborough	2002-07-01	Position Eliminated
	Sr Engineer	Technical Operations	Westborough	2002-09-01	Elected Voluntary Retirement
	Senior Director HR and Lab Rel	HR	Westborough	2002-11-09	Position Eliminated
	Manager Gas Supply Cap Plng/Dm	Sales Forecasting & Analysis	Westborough	2002-11-23	Position Eliminated
	Sr Analyst, Performance	Admin - Operations	Westborough	2002-11-30	Position Eliminated
	Director Customer Operations	Operational Services Admin	Westborough	2002-11-30	Position Eliminated
	Payroll Assistant	Payroll	Westborough	2002-01-01	Position Eliminated
	Administrative Assistant	HR Povroll	Westborough Westborough	2002-01-01 2002-01-01	Position Eliminated Position Eliminated
	Payroll Assistant Maintenance Assistant	Payroll Facilities	Westborough	2002-01-01	Position Eliminated Position Eliminated
	Administrative Asst Engr	Technical Operations	Westborough	2002-01-01	Position Eliminated
	Payroll Assistant	Payroll	Westborough	2002-01-31	Position Eliminated
	Manager Benefits	HR	Westborough	2002-02-16	Position Eliminated
	Non Key Account Representative	Sales Key Account	Lawrence	2002-01-01	Position Eliminated
	Key Account Representative	Sales Key Account	Lawrence	2002-01-01	Position Eliminated
	Supv, Metering	Metering	Lawrence	2002-05-27	Retirement
	Manager Operations Lawrence	Admin - Field Location	Lawrence	2002-07-01	Elected Voluntary Retirement
	Supv, Distribution	Distribution	Lawrence	2002-09-01	Elected Voluntary Retirement
	Representative Sales Comm/Bldr	Sales - Residential Sales	Lawrence	2002-11-30	Position Eliminated
	Administrative Assistant	Distribution	Lawrence	2002-12-01	Elected Voluntary Retirement
2002	Team Leader CIS Billing	Billing	Brockton	2003-01-01	Elected Voluntary Retirement
2003	Key Account Representative	Sales Key Account	Brockton	2003-01-01	Position Eliminated
	Supv, Lng Shift Operations	Gas Operations	Brockton	2003-01-01	Elected Voluntary Retirement
	Team Leader	Call Center	Springfield	2003-11-01	Position Eliminated
	Executive Vice President & COO	Exec Admin	Westborough	2003-01-01	Position Eliminated
			Ü		
2004	Supv, Lng Shift Operations	Gas Operations	Brockton	2004-09-01	Elected Voluntary Retirement
	Executive Admin Assistant	Admin Operations	Westborough	2004-01-01	Elected Voluntary Retirement
2005	Leader Field Operations	Service	Brockton	2005-01-01	Elected Voluntary Retirement
2003	Leader Field Operations	Service	DIOCKIOII	2005-01-01	Elected Voluntary Retirement
BARG	AINING UNIT EMPLOYEES				
2000	Callactor	Collections/Revenue Recovery	Louranaa	1 Fab 00	Floated Voluntary Betirement
2000	Collector Customer Relations Rep	Collections/Revenue Recovery Collections/Revenue Recovery	Lawrence Brockton	1-Feb-00 1-Jul-00	Elected Voluntary Retirement Elected Voluntary Retirement
	Customer Relations Rep	Conections/Nevenue Necovery	Diockton	1-341-00	Elected Voluntary Retirement
2001	Meter Reader	Meter Reading	Springfield	2003-01-01	Discharge
		Di di il	0 : " !!	40/4/0004	FI . 17/1 . B.C
	Welder	Distribution	Springfield	12/1/2001	Elected Voluntary Retirement
	Lead Piperfitter Lead Service Tech	Service Service	Springfield Brockton	5/2/2001 8/1/2001	Elected Voluntary Retirement
	Lead Service Tech	Service	Brockton	11/29/2001	Elected Voluntary Retirement Elected Voluntary Retirement
	Meter Repair Helper	Meter Shop	Springfield	2/1/2001	Elected Voluntary Retirement
	Customer Relations/Credit Rep	Collections/Revenue Recovery	Brockton	7/1/2001	Elected Voluntary Retirement
	Workforce Planning Rep	Distribution	Brockton	9/1/2001	Elected Voluntary Retirement
	• •			5/1/2001	•
	Meter Repair A	Meter Shop	Springfield	J/ 1/2001	Elected Voluntary Retirement
2002	Leader-Fitter	Distribution	Brockton	2002-07-01	Elected Voluntary Retirement

	Title	Supervising Department	Location	Effective Date	Comments
	Service Technician A	Field Collections	Brockton	2002-08-01	Elected Voluntary Retirement
	Distribution Operator A	Distribution	Lawrence	2002-10-02	Other
	Metscan Installer	Metering	Lawrence	2002-09-01	Elected Voluntary Retirement
	Inspector	Distribution	Brockton	2002-08-01	Elected Voluntary Retirement
	Installer/Fitter/Serv Tech A	Service	Brockton	2002-10-01	Elected Voluntary Retirement
	Lead Fitter Operator	Distribution	Brockton	2002-11-01	Elected Voluntary Retirement
	Maintenance Assistant	Facilities	Springfield	2002-02-01	Elected Voluntary Retirement
	Lead Distribution Operator	Distribution	Springfield	2002-07-01	Elected Voluntary Retirement
2003	Distribution Operator Lead	Distribution	Lawrence	2003-04-01	Elected Voluntary Retirement
	Drafting Technician Special	Eng & Const Brockton	Brockton	2003-07-01	Elected Voluntary Retirement
	Customer Billing Rep(Cust Serv	Billing	Brockton	2003-07-01	Elected Voluntary Retirement
	Metscan Clerk	Scheduling	Brockton	2003-07-01	Elected Voluntary Retirement
	Service Technician A	Customer Serivce	Lawrence	2003-07-01	Elected Voluntary Retirement
	Lead Service Technician	Customer Serivce	Springfield	2003-09-01	Elected Voluntary Retirement
	Data Entry Clerk(Customer Bill	Data Entry	Brockton	2003-11-01	Elected Voluntary Retirement
2004	Collector/Scheduler B	Field Collections	Lawrence	2004-03-01	Elected Voluntary Retirement
	Drafting Technician A	Distribution	Brockton	2004-04-01	Elected Voluntary Retirement
	Metscan Installer	Metering	Lawrence	2004-04-01	Elected Voluntary Retirement
	Storekeeper	Stores	Lawrence	2004-06-01	Elected Voluntary Retirement
	Lead Maintenance Mechanic	Metering	Springfield	2004-07-01	Elected Voluntary Retirement
	Lead Pipefitter	Service	Springfield	2004-07-01	Elected Voluntary Retirement
	Distribution Operator A	Distribution	Brockton	2004-08-01	Elected Voluntary Retirement
	Distribution Operator B	Distribution	Springfield	2004-09-30	Elected Voluntary Retirement